

LDS Family Services (UK) Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2004

Company Registration No. 1346482
Registered Charity No. 275643



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LDS Family Services (UK) Limited

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LDS Family Services (UK) Limited

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LDS Family Services (UK) Limited

DIRECTORS AND OFFICERS

31 December 2004

DIRECTORS

F M Riley

H C Brown

J Dodd

SECRETARY

J Dodd

COMPANY NUMBER

1346482 (England and Wales)

REGISTERED CHARITY NUMBER

275643

REGISTERED OFFICE

1st Floor

399 Garretts Green Lane

Garretts Green

Birmingham

B33 0UH

BANKERS

HSBC Bank plc

34 Poplar Road

Solihull

West Midlands B91 3AF

DIRECTORS' REPORT

The directors, who are the charity's trustees, submit their report and financial statements of LDS Family Services (UK) Limited for the year ended 31 December 2004.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activities of the company are to arrange for the adoption and fostering of children and the provision of counselling services. The company terminated the operation of its Adoption Agency effective 30 September 2003.

The company is a registered charity and its governing documents are its Memorandum and Articles of Association.

RESULTS AND DIVIDENDS

The excess of expenditure over charitable income for the year has been met by The Corporation of the President of the Church of Jesus Christ of Latter-day Saints.

The directors do not recommend the payment of a dividend.

RESERVES

No reserves are held during the year.

DIRECTORS

The following directors have held office since 1 January 2004:-

H C Brown

J Dodd

F M Riley

DIRECTORS' INTERESTS IN SHARES

None of the directors' had, at any time during the year, a beneficial interest in the share capital of the company.

GOVERNANCE AND INTERNAL CONTROL

The directors have considered the risks the charity is exposed to and have ensured that there are suitable controls in place to mitigate those risks.

By order of the board

J Dodd

Secretary

DATE

1st May 2006

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors' are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgments and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors' are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF
LDS FAMILY SERVICES (UK) LIMITED

for the year ended 31st December 2004

Independent examiner's report to the members of LDS Family Services (UK) Limited

I report on the financial statements for the year ended 31st December 2004 which comprise the statement of financial activities, the balance sheet and related notes.

Respective responsibilities of directors and examiner

The directors also act as trustees for the charitable activities of LDS Family Services (UK) Limited.

The charity's trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year as the charity's gross income or total expenditure does not exceed £250,000 in either the current financial year or the financial year immediately preceding this year

Therefore an independent examination is needed.

It is my responsibility to:

- a Examine the accounts.
- b Follow the procedures laid down in the General Directions given by the Charity Commissioners.
- c State whether particular matters have come to my attention.
- d Give due regard to the requirements of the Companies Act 1985 as applicable.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF
LDS FAMILY SERVICES (UK) LIMITED

for the year ended 31st December 2004

Independent examiner's statement

It is my view that:

- a The accounts of the company for the year ending 31st December 2004 are in agreement with accounting records kept by the company under section 221 of the Companies Act 1985.
- b Having regard only to, and on the basis of, the information in those accounting records, these accounts have been drawn up in a manner consistent with the provisions of the Act as specified in subsection (6) of section 249C, so far as applicable to the company.
- c Having regard only to, and on the basis of, the information in the accounting records, the company satisfied the requirements of section 249A(4), for the financial year ended 31st December 2004, and did not fall within section 249B(1) (a) to (f) at any time during the financial year.

In connection with my examination, no matter has come to my attention:

- d Which gives me reasonable cause to believe that in any material respect the requirements:
 - i To keep accounting records in accordance with section 41 of the Charities Act 1993.
 - ii To prepare accounts which accord with the accounting records and comply with the accounting requirements of the 1993 Act.have not been met; or
- e To which, in my opinion, attention should be drawn in order to enable a proper understanding the accounts to be reached.

Signed:



Name: Paul Stobbs
Professional
Qualification: Associate, Institute of Chartered Accountants in England & Wales
Address: 1 Summer Hollow
Broadmore Green
Rushwick
Worcester
WR2 5TR
Date: 21st January 2006

LDS Family Services (UK) Limited

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31st December 2004

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
		£	£
Incoming resources			
Charitable work performed		40,181	145,252
Subsidy from parent company		157,149	76,437
Gain on disposal of fixed assets		-	3,073
Total incoming resources		<u>197,330</u>	<u>224,762</u>
Resources expended			
Direct charitable expenditure	4	194,852	224,762
Loss on disposal of fixed assets		2,478	-
Total resources expended		<u>197,330</u>	<u>224,762</u>
Net Incoming/(outgoing) resources		-	-
Fund balances brought forward at 1 January 2004		-	-
Fund balances carried forward at 31 December 2004		-	-

The Statement of Financial Activities constitutes an Income and Expenditure account for the purposes of the Companies Act 1985.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Statement of Financial Activities.

The result for the year arises from the company's continuing activities.

The notes on pages 10 to 14 form part of these financial statements.

LDS Family Services (UK) Limited

Balance Sheet as at 31st December 2004

	<u>Notes</u>		<u>2004</u>		<u>2003</u>
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		25,143		32,350
CURRENT ASSETS					
Debtors	6	2,252		9,711	
Cash at Bank and in hand		<u>34,088</u>		<u>20,837</u>	
		36,340		30,548	
CREDITORS					
Amounts falling due within one year	7	<u>(61,383)</u>		<u>(62,798)</u>	
NET CURRENT LIABILITIES			<u>(25,043)</u>		<u>(32,250)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>100</u>		<u>100</u>
CAPITAL AND RESERVES					
Called up share capital	8		100		100
SHAREHOLDERS' FUNDS - UNRESTRICTED	9		<u>100</u>		<u>100</u>

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The directors have taken advantage of the Companies Act 1985 by not having these accounts audited under Section 249A(2) (partial exemption).

The directors have acknowledged their responsibilities for preparing accounts which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

The directors have acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.

The directors have confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.

Approved by the board

J Dodd
Date

Director

John Dodd
11 July 2006

The notes on pages 10 to 14 form part of these financial statements.

LDS Family Services (UK) Limited

Financial statements for the year ended 31st December 2004

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with the Charities (Accounts and Reports) Regulations October 2000, the Statement of Recommended Practice "Accounting and Reporting by Charities" and under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom.

ACCOUNTING CONCEPT

The company's basis of accounting is that income is recorded on the accruals basis. Expenditure is recorded on a cash basis but modified for certain items of accrued expenditure. The effect of not preparing financial statements fully on the accruals basis is not considered by the directors to be material.

FRS 18

The directors have reviewed the accounting policies and confirmed that they are the most applicable.

DEPRECIATION

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Motor vehicles over 4 years

Assets with a cost below £5,000 are not capitalised.

TURNOVER

Turnover represents the amount billed for services provided. The directors consider that an analysis of the turnover by class of business and geographical area is not appropriate and any other breakdown would be prejudicial.

CASH FLOW STATEMENT

No cash flow statement has been prepared as the company meets the small company exemption limit as defined by s247 of the Companies Act 1985.

ACCOUNTING POLICIES

PENSION CONTRIBUTIONS

The costs of providing pensions is calculated using actuarial valuation methods which reflect the long-term costs of providing such pensions.

For defined benefit schemes the regular cost of providing for pensions is calculated so as to produce a substantially level percentage of the current and estimated future pensionable payroll; variations from the regular cost so calculated are allocated to the income and expenditure account over the average remaining service lives of employees.

The company has adopted the transitional arrangements of FRS17 "Retirement Benefits" for the year ended 31 December 2004. The disclosures required by this standard are shown in note 14. As permitted by its transitional arrangements, figures arising under the standard have not been reflected in the financial statements.

LDS Family Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2004

1 TURNOVER

The company's turnover and result before taxation were all derived from charitable work performed in connection with its principal activity.

The company's turnover was wholly earned within the United Kingdom.

	2004	2003
	£	£

2 RESULT FOR THE YEAR

This is stated after charging:-

Depreciation on owned assets	14,482	14,550
Auditors' remuneration	-	2,937
Loss on disposal of tangible fixed assets	2,478	-

3 EMPLOYEES

	2004	2003
	No.	No.

The average weekly number of persons (including directors) employed by the company during the year was:

Directors	3	3
Counsellors	4	5
Office staff	2	2

	2004	2003
	£	£

Staff costs for the above persons:

Wages and salaries	122,412	128,071
Social security costs	12,003	11,872
Other pension costs	14,898	15,418

	2004	2003
	£	£

No employee earned in excess of £50,000 during the year.

DIRECTORS REMUNERATION

None of the directors who served during the year ended 31 December 2004 received remuneration from this company, nor was any charge made to the company for their services by any other group company. Additionally no director received reimbursement for expenses incurred during the year.

LDS Family Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2004

4 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff Costs £	Other £	Depreciation £	Total Costs £
Charitable expenditure	149,313	31,057	14,482	194,852

5 TANGIBLE FIXED ASSETS

	Motor Vehicles £
Cost	
1 January 2004	58,200
Disposals	(15,097)
Additions	14,823
31 December 2004	57,926
Accumulated Depreciation	
1 January 2004	25,850
Depreciation on vehicles sold	(7,549)
Charge for the year	14,482
31 December 2004	32,783
Net Book Value	
31 December 2004	25,143
31 December 2003	32,350

LDS Family Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

	2004	2003
	£	£
6 DEBTORS		
Due within one year		
Sundry debtors	2,252	9,711
	<hr/>	<hr/>
	2,252	9,711
	<hr/>	<hr/>
7 CREDITORS	2004	2003
	£	£
Bank Overdraft	-	-
Balances due to group undertakings	61,383	56,923
Accruals	-	5,875
	<hr/>	<hr/>
	61,383	62,798
	<hr/>	<hr/>
8 SHARE CAPITAL	2004	2003
	£	£
Authorised		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
9 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS - UNRESTRICTED	2004	2003
	£	£
Result for the financial year	-	-
Opening shareholders' funds	100	100
	<hr/>	<hr/>
Closing shareholders' funds	100	100
	<hr/>	<hr/>

Shareholders' funds are entirely attributable to **equity** interests.

LDS Family Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

10 ULTIMATE HOLDING COMPANY

The company is owned by LDS Family Services (Utah), a company incorporated in USA.

The ultimate holding companies and controlling parties are The Corporation of The President of The Church of Jesus Christ of Latter-day Saints and The Corporation of the Presiding Bishop of The Church of Jesus Christ of Latter-day Saints, corporations incorporated in the state of Utah in the United States of America.

Assurances of continued financial support have been received from The Corporation of The President of The Church of Jesus Christ of Latter-day Saints.

11 RELATED PARTY TRANSACTIONS

During the year the company received a subsidy of £157,149 from The Corporation of the President of the Church of Jesus Christ of Latter-day Saints. The balance due to The Corporation of The President of the Church of Jesus Christ of Latter-day Saints at the year end is disclosed in note 7 (balance due to group undertakings).

The company is provided with offices rent free by The Church of Jesus Christ of Latter-day Saints (Great Britain) a fellow subsidiary jointly owned by The Corporation of the President and The Corporation of the Presiding Bishop of The Church of Jesus Christ of Latter-day Saints.

12 FUTURE FINANCE

The Corporation of the President of the Church of Jesus Christ of Latter-day Saints has confirmed that it will continue to provide the funds to support the company's future activities.

13 TAXATION

The company is a registered charity and as such is entitled to certain tax exemptions on income and profits carried on in furtherance of the charity's primary objectives, if the profits and surpluses are applied solely for charitable purposes.

14 PENSION AND OTHER POST EMPLOYMENT COMMITMENTS

The company participates in the Deseret UK Benefits Plan. This is a funded defined benefit multi-employer scheme in the United Kingdom.

A full actuarial valuation was carried out at 31 December 2003 and updated to 31 December 2004 by a qualified independent actuary. The major assumptions used by the actuary were (in nominal terms):

The major assumptions adopted in this valuation were:-

	31 December 2004	31 December 2003	31 December 2002
Rate of increase in salaries	4.40%	4.30%	3.90%
Rate of increase of pensions in payment	2.90%	2.80%	2.40%
Discount rate	5.30%	5.40%	5.50%
Inflation	2.90%	2.80%	2.40%

The assets of Deseret UK Benefit Plans and the expected rate of return were :-

	At 31 December 2004	At 31 December 2003	At 31 December 2002
	Return	£million	Return
Equities	7.00%	13.70	7.00%
Bonds and Cash	4.80%	2.28	4.75%
Property	5.30%	0.37	5.40%
Total market value of assets		16.35	
Actuarial value of liability		(27.01)	
Deficit in the scheme		(10.66)	

The charge for pension costs in 2004 was £14,898 (2003:£15,418)

The company is unable to identify its share of the underlying assets and liabilities of the scheme. As a result the company's cost is based on pension contributions payable in accordance with advice of professionally qualified actuaries.